

18 September 1981

MEMORANDUM FOR: Deputy Director of Central Intelligence

25X1 FROM : [REDACTED]
SUBJECT : SIG Meeting on East-West Economic Relations, 11:00
21 September 1981

1. The attached memo from the Acting NIO/USSR gives you a rundown on the two issues under discussion--the Yamburg Pipeline and preparations for a COCOM High Level Meeting. There are a number of problems with [REDACTED] memo--stemming from the diametrically opposed views that he and the DCI hold on East-West trade.

25X1

25X1 2. As you know, the DCI has gone on record as recommending U. S. opposition to the pipeline. (His memo to the NSC is at Tab D.) Yet I continue to receive briefing memos from [REDACTED] that highlight (almost gleefully) the Europeans' commitment to the pipeline.

3. I think that the most useful things the Intelligence Community can do are to continue to report the facts (but not to dwell on European opposition) and to provide some suggested arguments that the U. S. can put forward. The last paragraph in Tab B presents such arguments, but [REDACTED] has not highlighted them in his memo.

25X1

4. With regard to COCOM, we should focus less on the "intellectual level" of discussion and more on the real issues. You obviously should not oppose expanding the scope of controls on the grounds that it could "erode our good record of relatively effective intelligence support of the export control policy community." Clearly, we must be prepared to support broadened controls and in fact should take a much more forward position on technology transfer.

25X1 5. John McMahon and [REDACTED] have copies of [REDACTED] memo, but have not yet reacted to it. You may want to consult with them on Monday.

25X1

25X1

SECRET